



### **Account Review Procedures List**

A comprehensive account review includes both an administrative and investment review. Management may choose to address both aspects in one thorough review or perform two separate and distinct reviews. Both methods are acceptable as long as each review, by itself, is complete in nature. Whether performed separately or together, the reviewing authority (trust committee, subcommittee, or disinterested account officer) should perform the review in light of the governing instruments, applicable laws and regulations, the company's fiduciary responsibilities, and the needs of the beneficiaries and remaindermen.

No listing can appropriately denote every item which should be considered in an account review since the reviews vary based on the department's fiduciary responsibilities, type of account, assets held, and other circumstances. Nonetheless, the general areas noted below are illustrative of the areas that should receive coverage in either an administrative or investment account review.

#### Administrative Review

- Is the original or an authenticated copy of the governing instrument on file?
- Are synoptic records\* reliable and comprehensive?
- Are tickler systems up-to-date and accurate?
- Are accounts administered and invested in conformance with management policies, governing instruments, laws, regulations, and sound fiduciary principles?
- Are income and principal distributions accurate and in conformity with terms of the governing instruments?
- Are commission and fees accurate and being collected?
- Are written approvals or directions of appropriate parties obtained promptly?
- Are tax returns prepared and filed on time with proper remittances?
- Are account statements submitted to beneficiaries and others accurately and timely?
- Is co-fiduciary approval/denial documented?
- Do the minutes of the Board of Directors or designated persons and committees document the review of important matters, such as the acceptance and closing of accounts, investment reviews, and discretionary payments of principal or income?
- Are complaints by grantors, beneficiaries, plan administrators, etc. being reviewed? Have previous complaints been resolved?
- Is corrective action being taken in regards to criticisms noted by internal and external auditors and regulatory authorities?

\* Synoptic record examples – Account name, account number, grantor, beneficiaries, administrative officer, investment officer, type of trust, date of instrument, purpose of instrument, amendments, date of amendments, provisions for income and principal distributions, investment discretion, third party consent, investment objective, co-trustees, corpus, death dates, birth dates, and any other pertinent account information.